

2580 Creekview Road Moab, Utah 84532 435/719-2018 435/719-2019 Fax

November 20, 2006

Fluid Minerals Group Bureau of Land Management Vernal Field Office 170 South 500 East Vernal, Utah 84078

RE: Application for Permit to Drill - Petro-Canada Resources (USA), Inc.

Rye Patch Fed 22-13 – 2,039' FNL & 1,926' FEL, SW/4 NE/4,

Section 22, T11S, R14E, SLB&M, Duchesne County, Utah

Dear Fluid Minerals Group:

On behalf of Petro-Canada Resources (USA), Inc. (Petro-Canada), Buys & Associates, Inc. respectfully submits the enclosed original and three copies of the Application for Permit to Drill (APD) for the above referenced federal surface and mineral vertical well. Included with the APD is the following supplemental information:

Exhibit "A" - Survey plats, layouts and cross-section of the proposed well site;

Exhibit "B" - Photos of the proposed well site;

Exhibit "C" - Proposed location maps with access & pipeline corridor;

Exhibit "D" - Drilling Plan;

Exhibit "E" - Surface Use Plan;

Exhibit "F" - Typical BOP and Choke Manifold diagram.

Please accept this letter as Petro-Canada's, written request for confidential treatment of all information contained in and pertaining to this application.

Thank you very much for your timely consideration of this application. Please feel free to contact myself or Alan Vrooman of Petro-Canada at 303-350-1171 if you have any questions or need additional information.

Sincerely,

Don Hamilton
Agent for Petro-Canada

cc: Alan Vrooman, Petro-Canada Carla Konopka, Petro-Canada Diana Whiney, Division of Oil, Gas & Mining FECTIVED

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DIV. OF OIL, CAS & MITTING

FILE COPY

CONTIDENTIAL

Form 3160-3 (February 2005)	_		OMB N	APPROVED 6, 1004-0137 March 31, 2007
UNITED STATES DEPARTMENT OF THE BUREAU OF LAND MAN	5. Lease Serial No. UTU-084317	11 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		
APPLICATION FOR PERMIT TO	6. If Indian, Allotec N/A	or Tribe Name		
la. Type of work: DRILL REENTER			7 If Unit or CA Agr N/A	ecement, Name and No.
lb. Type of Well: Oil Well Gas Well Other	Single Zone Mult	iple Zone	8. Lease Name and Rye Patch Fe	
2 Name of Operator Petro-Canada Resources (USA), Inc.			9. API Well No. 43-6	013-53438
3a. Address 1009-18th Street, Suite 400 Denver, Colorado 80202	3b. Phone No. (include area code) 303-350-1171		10. Field and Pool, or	· · · · · · · · · · · · · · · · · · ·
4. Location of Well (Report location clearly and in accordance with a	ny State requirements.*)	130364	11. Sec., T. R. M. or I	Blk and Survey or Area
At surface 55 7 29, 2,039' FNL & 1,926' FEL, SW/4 N. At proposed prod. zone 2,039' FNL & 1,926' FEL, SW/4 N.	e4, 39. 844597	, , , , , , , , , , , , , , , , , , ,	Section 22, Ti	11S, R14E, SLB&M
14. Distance in miles and direction from nearest town or post office* 28.05 miles southwest of Myton, Utah			12. County or Parish Duchesne	13. State UT
15 Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) 604*	16. No. of acres in lease 1,159.93 acres	17. Spacir	ng Unit dedicated to this	well
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 2,028*	19. Proposed Depth 11,500'	20. BLM/ UT 1:	BIA Bond No. on file 215	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7,227 GR	22. Approximate date work will st 05/01/2007	art*	23 Estimated duration 35 days drilli	on ing 40 days completion
	24. Attachments			
The following, completed in accordance with the requirements of Onshol. 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office).	4. Bond to cover Item 20 above) Lands, the 5. Operator certif	the operation.	ons unless covered by an	n existing bond on file (see
25. Signature Don Hamilton	Name (Printed/Typed) Don Hamilton			Date 11/20/2006
Title Agent for Petro Canada Resources (USA), Inc.				
American III Signature	Name (Printed Typed) RRADIFY	G HI	† †	Date 79-06
Tide	Office NVIRONMENTA	L MANA	GER	
Application approval does not warrant or certify that the applicant hole conduct operations thereon. Conditions of approval, if any, are attached.	ds legal or equitable title to those rig	hts in the sub	jectlease which would	entitle the applicant to
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a c States any false, fictitious or fraudulent statements or representations as	rime for any person knowingly and to any matter within its jurisdiction.	willfully to n	nake to any department	or agency of the United

*(Instructions on page 2)

CONFIDENTIAL

Pederal Approval of this Action is Necessary

RECEIVED

NOV 2 2 2006

PETRO-CANADA RESOURECES (USA), INC. T11S, R14E, S.L.B.&M. Well location, RYE PATCH #22-13, located as 1911 Brass Cap 1.5' High, Pile of shown in the SW 1/4 NE 1/4 of Section 22. Stones N89°53'19"E - 2657.04' (Meas.) N89'54'19"E - 2644.02' (Meas.) T11S, R14E, S.L.B.&M., Duchesne County, Utah. Set Marked Stone 1911 Brass Cap BASIS OF ELEVATION 1.6' High, Pile of SPOT ELEVATION LOCATED AT A ROAD INTERSECTION IN THE Stones SE 1/4 OF SECTION 4, T11S, R15E, S.L.B.&M. TAKEN FROM THE GILSONITE DRAW QUADRANGLE, UTAH, DUCHESNE COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 7309 FEET. BASIS OF BEARINGS BASIS OF BEARINGS IS A G.P.S. OBSERVATION. 5280.00' (G.L.O.) RYE PATCH #22-13 Elev. Ungraded Ground = 7227' 1926 22 Set Marked Stone. (1)Bearing Tree, Scattered Stones N00.02'W SCALE CERTIFICATE THIS IS TO CERTIFY THAT THE ARGVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIE REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF UTAH N89'47'E - 5290.56' (G.L.O.) 1911 Brass Cap 1.5' High, Pile of UINTAH ENGINEERING & LAND SURVEYING Stones 85 SOUTH 200 EAST - VERNAL, UTAH 84078 LEGEND: (435) 789-1017 (AUTONOMOUS NAD 83) LATITUDE = 39*50'40.62" (39.844617) SCALE DATE SURVEYED: DATE DRAWN: = 90° SYMBOL LONGITUDE = 110'19'51.52" (110.330978) 1" = 1000'08-28-06 (AUTONOMOUS NAD 27) PROPOSED WELL HEAD. PARTY REFERENCES LATITUDE = 39.50.40.75" (39.844653) B.B. T.H. C.H. G.L.O. PLAT = SECTION CORNERS LOCATED.

LONGITUDE = $110^{\circ}19'48.96''$ (110.330267)

WEATHER

WARM

08 - 31 - 06

FILE PETRO-CANADA

RESOURCES (USA), INC.

DRILLING PLAN

Attachment for Permit to Drill

Name of Operator:

Petro-Canada Resources (USA), Inc.

Address:

1099 - 18th Street, Suite 400

Denver, CO 80202

Well Location:

Rye Patch Fed 22-13

2,039' FNL & 1,926' FEL, SW/4 NE/4,

Section 22, T11S, R14E Duchesne County, UT

1. GEOLOGIC SURFACE FORMATION

Green River

2 & 3.ESTIMATED DEPTHS OF IMPORTANT GEOLOGIC MARKERS AND FORMATIONS EXPECTED TO CONTAIN WATER, OIL AND GAS OR MINERALS

<u>Formation</u>	<u>Depth</u>
Green River	Surface
Wasatch	3,270'*
North Horn	5,400'*
Price River	7,250' *
Castlegate	9,850' *
Blackhawk	10,100' *
Mancos	10,800' *
TD	11,500'

^{*} PROSPECTIVE PAY

4. PROPOSED CASING PROGRAM

All casing used to drill this well will be new casing.

<u>Type</u>	Size	Weight	<u>Grade</u>	Conn.	Top	<u>Bottom</u>	<u>Hole</u>
Surface	9.625"	43.5 ppf	L-80	STC	0,	1,200'	12-1/4"
Production	5.5"	20.0 ppf	P-110	LTC	0,	11.500	7-7/8"

DRILLING PLAN

5. OPERATOR'S MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL

Surface hole: No BOPE will be utilized.

<u>Production hole</u>: Prior to drilling out the surface casing shoe, 5,000 psi BOP equipment will be installed. The pipe rams will be operated at least once per day from surface casing depth to total depth. The blind rams will be tested once per day from surface casing depth to total depth if operations permit.

A diagram of the planned BOP equipment for normal drilling operations in this area is attached. As denoted there will be two valves and one check valve on the kill line, two valves on the choke line, and two adjustable chokes on the manifold system. The BOP "stack" will consist of two BOP rams (1 pipe, 1 blind) and one annular type preventer, all rated to a minimum of 5,000 psi working pressure.

The BOP equipment will be pressure tested prior to drilling below the surface casing shoe. All test pressures will be maintained for fifteen (15) minutes without any significant pressure decrease. Clear water will be circulated into the BOP stack and lines prior to pressure testing. The BLM and the state of Utah Division of Oil, Gas and Mining will be notified 24 hours in advance of all BOP pressure tests.

6. MUD SYSTEMS

Sufficient mud materials to maintain mud properties, control lost circulation and to contain "kick" will be available at the well site.

<u>Interval</u>	Mud Weight (ppg)	Viscosity	Fluid Loss	Remarks
0 – 40'	8.3 - 8.6	27-40		Native Spud Mud
40' – 1,200'	8.3 - 8.6	27-40	15 cc or less	Native/Gel/Lime
1,200' – TD	8.6 - 9.5	38-46	15 cc or less	Potassium Formate

BLOOIE LINE

- An automatic igniter will not be installed on blooie line. The blooie will have a constant ignition source.
- A "target tee" connection will be installed on blooie line for 90° change of directions for abrasion resistance.
- "Target tee" connections will be a minimum of 50' from wellhead.
- The blooie line discharge will be a minimum of 100' from the wellhead.

8. AUXILIARY EQUIPMENT TO BE USED

- Upper Kelly cock; lower Kelly cock will be installed while drilling
- Inside BOP or stab-in valve (available on the rig floor)
- Safety valve(s) and subs to fit all string connections in use
- Mud monitoring will be visually observed

9. TESTING. LOGGING AND CORING PROGRAMS TO BE FOLLOWED

Cores None anticipated. Testing None anticipated.

Sampling 30' samples; surface casing to TD

Preserve samples all show intervals

Surveys Run every 1,000' and on trips

Logging DIL-GR-SP, FDC-CNL-GR-Caliper-Pe-Microlog, Sonic-GR, all TD to base of surface casing, GR through

surface casing.

10. ANTICIPATED ABNORMAL PRESSURES OR TEMPERATURES EXPECTED

- No abnormal temperature or pressures are anticipated, Bottom Hole Pressure is expected at 4980 psi.
- The formations to be penetrated do not contain known H₂S gas.

DRILLING PLAN

11. WATER SUPPLY

- No water pipelines will be laid for this well.
- No water well will be drilled for this well.
- Drilling water for this will be hauled on the road(s) shown in Exhibit B
- Water to be used for drilling will be obtained through a direct purchase from Bill Barrett Corporation (BBC) utilizing an existing water well located in Cottonwood Canyon on State Lands: Section 32-T12S-R16E; BBC has previously been granted authorization with SITLA Right of Entry #4534 and Water Right #90-1542.

12. CEMENT SYSTEMS

· Surface Casing:

220 sacks Premium Lite Plus + 0.05 lbs/sack Static Free + 2% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 6% bwoc Bentonite + 1% bwoc Sodium Metasilicate + 161.2% Fresh

Water:

Weight: 11.5 ppg Yield: 2.84 cu.ft/sack

209 sacks Type III Cement + 2% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 60.5%

Fresh Water. Weight: 14.5 ppg Yield: 1.41 cu.ft/sack

Cement will be circulated to surface with 100% excess

Production Casing:

987 sacks 50:50 Poz:Class G Cement +0.3% bwoc R-3 + 0.25 lbs/sack Cello Flake + 3 lbs/sack Kol Seal + 1% bwoc FL-25 +2% bwoc Bentonite + 3% bwoc Potassium Chloride + 0.75% bwoc

EC-1 + 0.2% bwoc Sodium Metasilicate + 69.3% Fresh Water;

Weight: 13.5 ppg Yield: 1.49 cu.ft/sack

Cement will be placed in two stages through the use of a stage tool. Depth determined based on

potential pay sections, estimated at 4000 ft.

451 sacks Class G cement + 0.05% bwoc R-3 + 44.3% Fresh Water.

Weight: 15.8 ppg Yield: 1.15 cu.ft/sack

Top of cement to be determined by log and sample evaluation; estimated TOC 2,700'.

Volume is log caliper +10%

13. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS

Starting Date:

May 1, 2007

Duration:

35 days, drilling and 40 days completion

SURFACE USE PLAN

Attachment for Permit to Drill

Name of Operator:

Petro-Canada Resources (USA), Inc.

Address:

1099 – 18th Street, Suite 400

Denver, CO 80202

Well Location:

Rye Patch Fed 22-13

2,039' FNL & 1,926' FEL, SW/4 NE/4,

Section 22, T11S, R14E Duchesne County, UT

The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.

An off-lease federal right-of-way is being requested with this application and is necessary for an access and pipeline corridor to the existing federal lease UTU-084317. No other surface use is necessary.

The BLM onsite inspection for the referenced well was conducted on Wednesday, November 1, 2006 at approximately 11:40 am. In attendance at the onsite inspections were the following individuals:

Scott Ackerman Brandon MacDonald Brandon Bowthorpe Carla Konopka

Don Hamilton

Natural Resource Specialist Wildlife Biologist

Surveyor Land Manager

Agent

Bureau of Land Management – Vernal Bureau of Land Management – Vernal Uintah Engineering & Land Surveying Petro-Canada Resources (USA), Inc.

Buys & Associates, Inc.

1. Existing Roads:

- a. The proposed well site is located approximately 28.05 miles southwest of Myton, Utah.
- b. The use of roads under State and County Road Department maintenance are necessary to access the Rye Patch area. An encroachment to leave the Duchesne County maintained Wells Draw Road (CR 32) is necessary and will be applied for and approved once the federal permits are in place.
- c. All existing roads will be maintained and kept in good repair during all phases of operation.
- e. Vehicle operators will obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.
- f. An off-lease federal right-of-way is necessary for the off-lease portions of the access road and pipeline corridor trending east from the lease line of UTU-084317. An off-lease federal right-of-way grant is being requested with this application.

2. Planned Access Roads:

- a. From the existing gravel surfaced Duchesne County maintained Wells Draw Road (CR-32), the existing native bladed-surface Rye Patch access road trending west will be upgraded for approximately 8.1 miles to the existing Humble #2 well pad (proposed well site).
- b. No new road is proposed with this application.
- c. A road design plan is not anticipated at this time.
- d. The proposed access road will consist of a 22' travel surface within a 30' disturbed area across entirely BLM managed lands.
- e. BLM approval to upgrade the existing access corridor is requested with this application.
- f. A maximum grade of 10% will be maintained throughout the project.
- g. No turnouts are proposed.
- h. No low water crossings and no culverts are anticipated. Adequate drainage structures will be incorporated into the remaining existing road.
- i. No surfacing material will come from federal or Indian lands.
- j. No gates or cattle guards are anticipated at this time.
- k. Surface disturbance and vehicular travel will be limited to the approved location access road.
- l. All access roads and surface disturbing activities will conform to the standards outlined in the Bureau of Land Management and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development</u>, (1989).
- m. The operator will be responsible for all maintenance of the access road including drainage structures.

3. <u>Location of Existing Wells</u>:

a. The plugged and abandon Humble #2 well site is presently located where the proposed well site is proposed.

4. <u>Location of Production Facilities:</u>

- b. All permanent structures will be painted a flat, non-reflective Olive Black to match the standard environmental colors. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded.
- Site security guidelines identified in 43 CFR 3163.7-5 and Onshore Oil and Gas Order No. 3 will be adhered to.
- d. A gas meter run will be constructed and located on lease within 500 feet of the wellhead. Meter runs will be housed and/or fenced. All gas production and measurement shall comply with the provisions of 43 CFR 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.

- e. A two-tank battery will be constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All liquid hydrocarbons production and measurement shall conform to the provisions of 43 CFR 3162.7-3 and Onshore Oil and Gas Order No. 4 and Onshore Oil and Gas Order No. 5 for natural gas production and measurement.
- f. Any necessary pits will be properly fenced to prevent any wildlife and livestock entry.
- g. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic. The road will be maintained in a safe useable condition.
- h. The site will require periodic maintenance to ensure that drainages are kept open and free of debris, ice, and snow, and that surfaces are properly treated to reduce erosion, fugitive dust, and impacts to adjacent areas.
- i. A gas pipeline is associated with this application and is being applied for at this time. The proposed gas pipeline corridor will leave the east side of the well site and traverse 2,490' north to the proposed Rye Patch 22-44 pipeline corridor.
- j. The new gas pipeline will be a 10" or less steel surface pipeline within a 30' wide utility corridor. The use of the proposed well sites and existing access roads will facilitate the staging of the pipeline construction. A new pipeline length of approximately 2,490' is associated with this well.
- k. Petro-Canada intends on installing the pipeline on the surface by welding many joints into long lengths, dragging the long lengths into position and then completing a final welding pass to join the long lengths together. Petro-Canada intends on connecting the pipeline together utilizing conventional welding technology.

5. <u>Location and Type of Water Supply:</u>

a. The location and type of water supply has been addressed as number 11 within the previous drilling plan information.

6. Source of Construction Material:

- a. The use of materials will conform to 43 CFR 3610.2-3.
- b. No construction materials will be removed from BLM lands.
- c. If any gravel is used, it will be obtained from a state approved gravel pit.

7. Methods of Handling Waste Disposal:

- a. All wastes associated with this application will be contained and disposed of utilizing approved facilities.
- b. Drill cuttings will be contained and buried on site.
- c. The reserve pit will be located outboard of the location and along the south side of the pad.
- d. The reserve pit will be constructed so as not to leak, break, or allow any discharge.
- e. The reserve pit will be lined with 12 mil minimum thickness plastic nylon reinforced liner material. The liner will overlay a felt liner pad only if rock is encountered during excavation. The pit liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. Pit walls will be sloped no greater than 2:1. A minimum 2-foot freeboard will be maintained in the pit at all times during the drilling and completion operation.
- f. The reserve pit has been located in cut material. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. After the reserve pit has dried, all areas not needed for production will be rehabilitated.
- g. No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completion of the well.
- h. Trash will be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations. The contents of the trash container will be hauled off periodically to the approved Uintah County Landfill near Vernal, Utah.
- Produced fluids from the well other than water will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas, salt water or other produced fluids will be cleaned up and removed.
- j. After initial clean-up, a 400 bbl tank will be installed to contain produced waste water. This water will be transported from the tank to an approved disposal well for disposal near Roosevelt, Utah.
- k. Any salts and/or chemicals, which are an integral part of the drilling system, will be disposed of in the same manner as the drilling fluid.
- Sanitary facilities will be on site at all times during operations. Sewage will be placed in a
 portable chemical toilet and the toilet replaced periodically utilizing a licensed contractor to
 transport by truck the portable chemical toilet so that its contents can be delivered to the
 Vernal Wastewater Treatment Facility in accordance with state and county regulations.

8. Ancillary Facilities:

a. A complete drilling crew camp is being proposed with this application and will be located central to the project area. A central crew camp will be analyzed in detail within the associated Environmental Assessment.

9. Well Site Layout: (See Exhibit B)

- a. The well will be properly identified in accordance with 43 CFR 3162.6.
- b. Access to the well pad will be from the east.
- c. The pad and road designs are consistent with BLM specification
- d. A pre-construction meeting with responsible company representative, contractors and the BLM will be conducted at the project site prior to commencement of surface-disturbing activities. The pad and road will be construction-staked prior to this meeting.
- e. The pad has been staked at its maximum size of 245' X 290'; however it will be constructed smaller if possible, depending upon rig availability. Should the layout change, this application will be amended and approved utilizing a sundry notice.
- f. All surface disturbing activities, will be supervised by a qualified, responsible company representative who is aware of the terms and conditions of the APD and specifications in the approved plans.
- g. All cut and fill slopes will be such that stability can be maintained for the life of the activity.
- h. Diversion ditches will be constructed as shown around the well site to prevent surface waters form entering the well site area.
- i. The site surface will be graded to drain away from the pit to avoid pit spillage during large storm events.
- j. The stockpiled topsoil (first 6 inches or maximum available) will be stored in a windrow on the uphill side of the location to prevent any possible contamination. All topsoil will be stockpiled for reclamation in such a way as to prevent soil loss and contamination.
- k. Pits will remain fenced until site cleanup.
- l. The blooie line will be located at least 100 feet from the well head.
- m. Water injection may be implemented if necessary to minimize the amount of fugitive dust.

10. Plans for Restoration of the Surface (Interim Reclamation and Final Reclamation):

- a. Site reclamation for a producing well will be accomplished for portions of the site not required for the continued operation of the well.
- b. Upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1. Once the reserve pit is dry, the plastic nylon reinforced liner shall be torn and perforated before backfilling of the reserve pit. The reserve pit and that portion of the location not needed for production facilities/operations will be re-contoured to the approximate natural contours.

- c. Following BLM published Best Management Practices the interim reclamation will be completed within 90 days of completion of the well to reestablish vegetation, reduce dust and erosion and compliment the visual resources of the area.
 - a. All equipment and debris will be removed from the area proposed for interim reclamation and the pit area will be backfilled and re-contoured.
 - b. The area outside of the rig anchors and other disturbed areas not needed for the operation of the well will be re-contoured to blend with the surrounding area and reseeded at 20 lbs /acre with the following native grass seeds:
 - 1. Blue Bunch Wheat Grass

(10 lbs / acre)

2. Rice Grass

(10 lbs / acre)

- c. Reclaimed areas receiving incidental disturbance during the life of the producing well will be re-contoured and reseeded as soon as practical.
- d. The Operator will control noxious weeds along access road use authorizations, pipeline route authorizations, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM or the appropriate County Extension Office. On BLM administered land, it is required that a Pesticide Use Proposal be submitted and approved prior to the application of herbicides, pesticides or possibly hazardous chemicals.
- e. Prior to final abandonment of the site, all disturbed areas, including the access road, will be scarified and left with a rough surface. The site will then be seeded and/or planted as prescribed by the BLM. The BLM recommended seed mix will be detailed within their approval documents.

11. Surface and Mineral Ownership:

- a. Surface Ownership Federal under the management of the Bureau of Land Management Vernal Field Office, 170 South 500 East, Vernal, Utah 84078; 435-781-4400.
- Mineral Ownership Federal under the management of the Bureau of Land Management Vernal Field Office, 170 South 500 East, Vernal, Utah 84078; 435-781-4400.

12. Other Information:

- Montgomery Archaeological Consultants has conducted a Class III archeological survey. A
 copy of the pending report will be submitted under separate cover to the appropriate agencies
 by Montgomery Archaeological Consultants.
- b. Alden Hamblin will conduct a paleontological survey. A copy of the report will be submitted under separate cover to the appropriate agencies by Alden Hamblin.
- c. Our understanding of the results of the onsite inspection are:
 - a. No Threatened and Endangered flora and fauna species were found during the onsite inspection.
 - b. No drainage crossings that require additional State or Federal approval are being crossed.
 - c. The well site is located within an identified MSO polygon which is presently in question by the Vernal BLM. An MSO survey was completed during the spring of 2006 and the second survey will be completed in the spring of 2007, if required. MSO timing restrictions may apply.

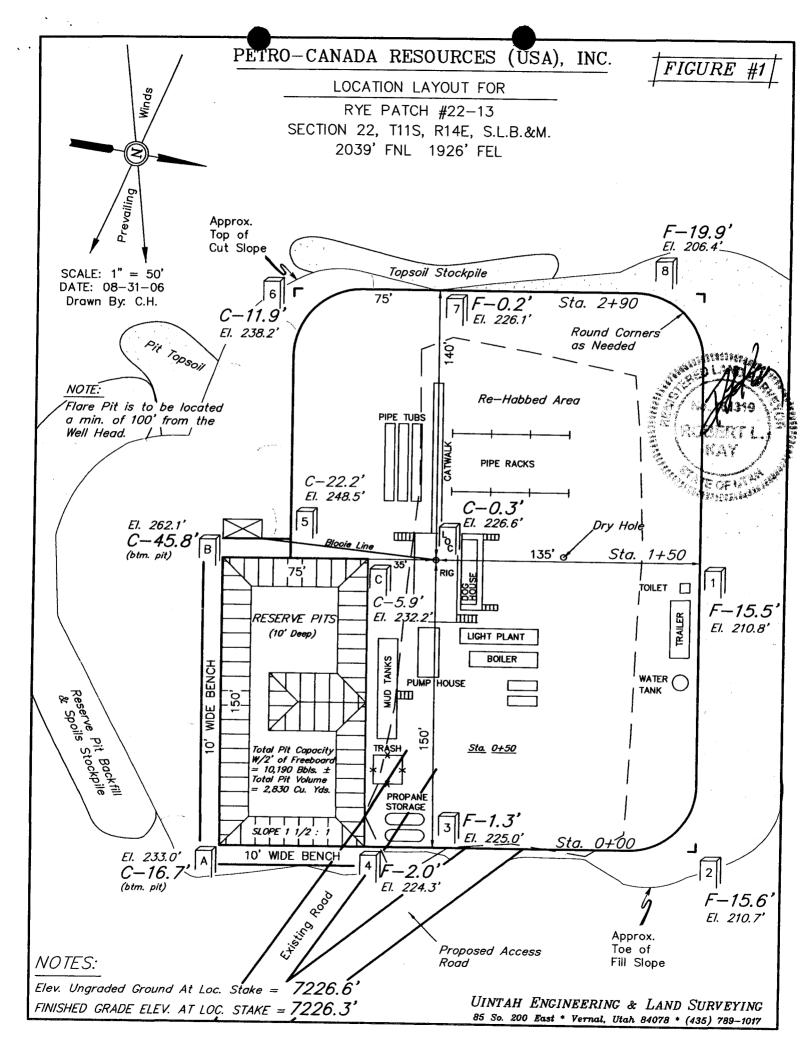
13. Operator's Representative and Certification

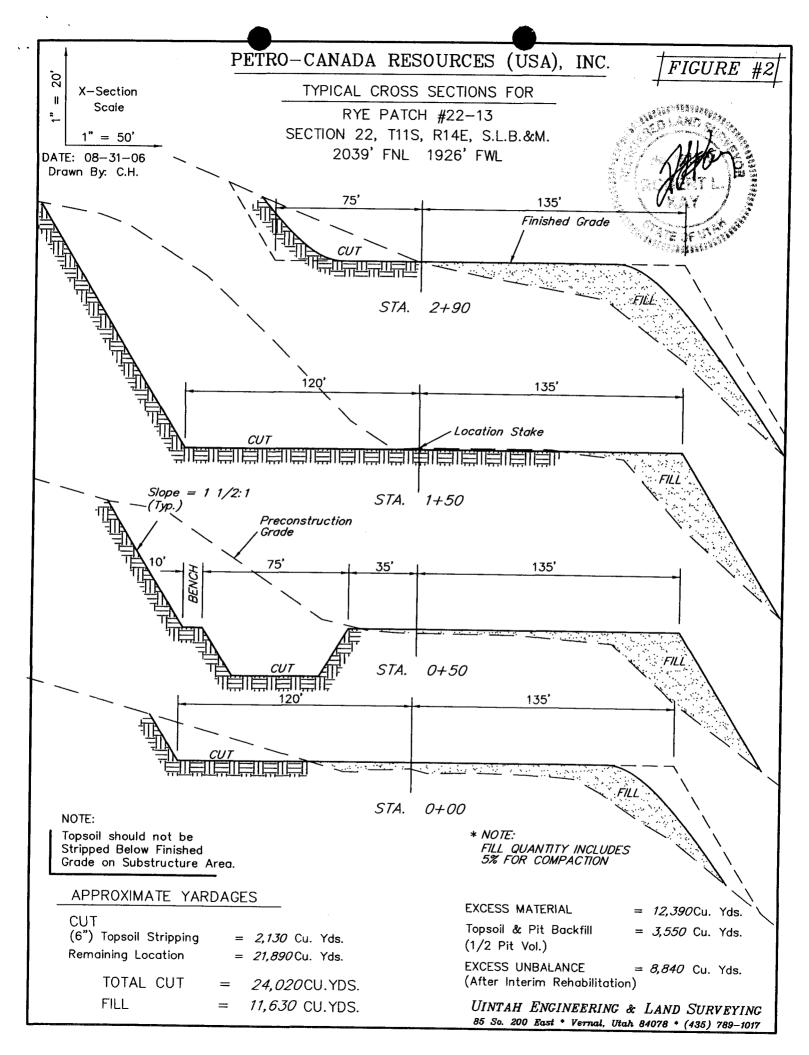
<u>Title</u>	Name	Office Phone
Company Representative (Denver)	Alan Vrooman	1-303-350-1171
Agent	Don Hamilton	1-435-719-2018

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exists; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Petro-Canada Resources (USA), Inc. and its contractors and subcontractors in conformity with this APD package and the terms and conditions under which it is approved. I also certify responsibility for the operations conducted on that portion of the leased lands associated with this application, with bond coverage being provided under Petro-Canada's BLM bond. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Signature: Don	Hamilton	Date:	11-20-06
Signature:	TIOTHUGTC	Date:	11-20-06





PETRO-CANADA RESOURCES (USA), INC.

RYE PATCH #22-13 LOCATED IN DUCHESNE COUNTY, UTAH SECTION 22, T118, R14E, S.L.B.&M.

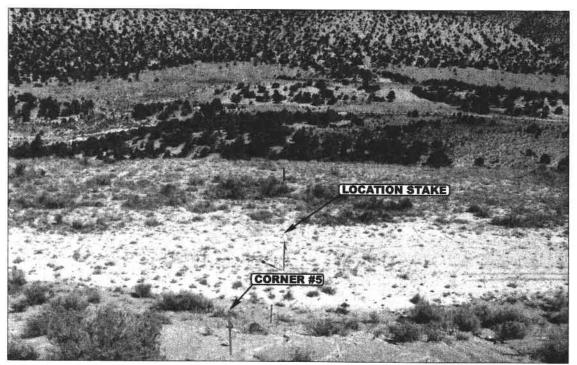


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHERLY

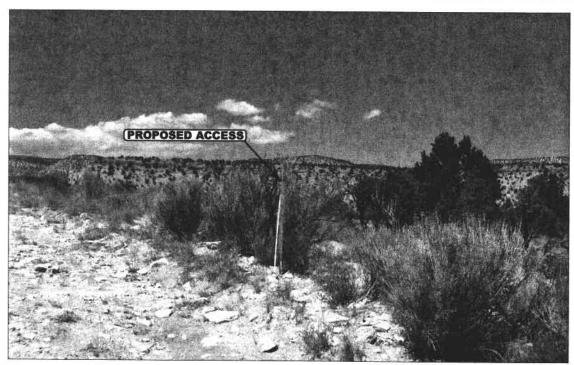


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHWESTERLY



Uintah Engineering & Land Surveying

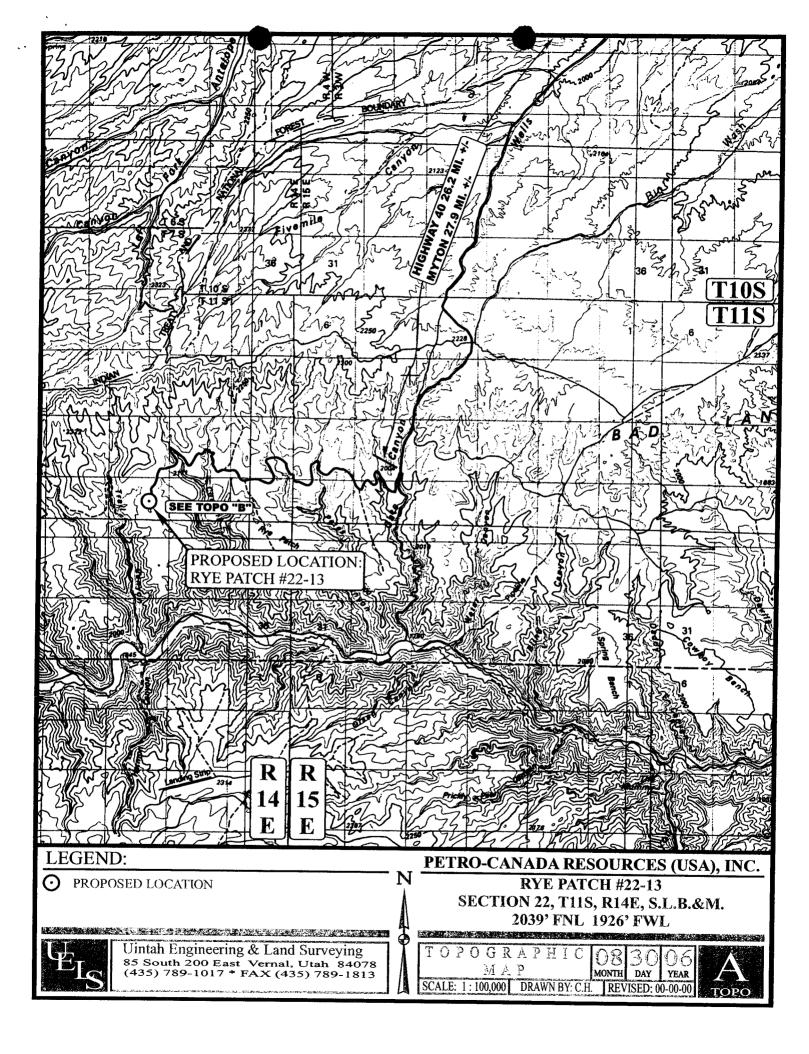
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

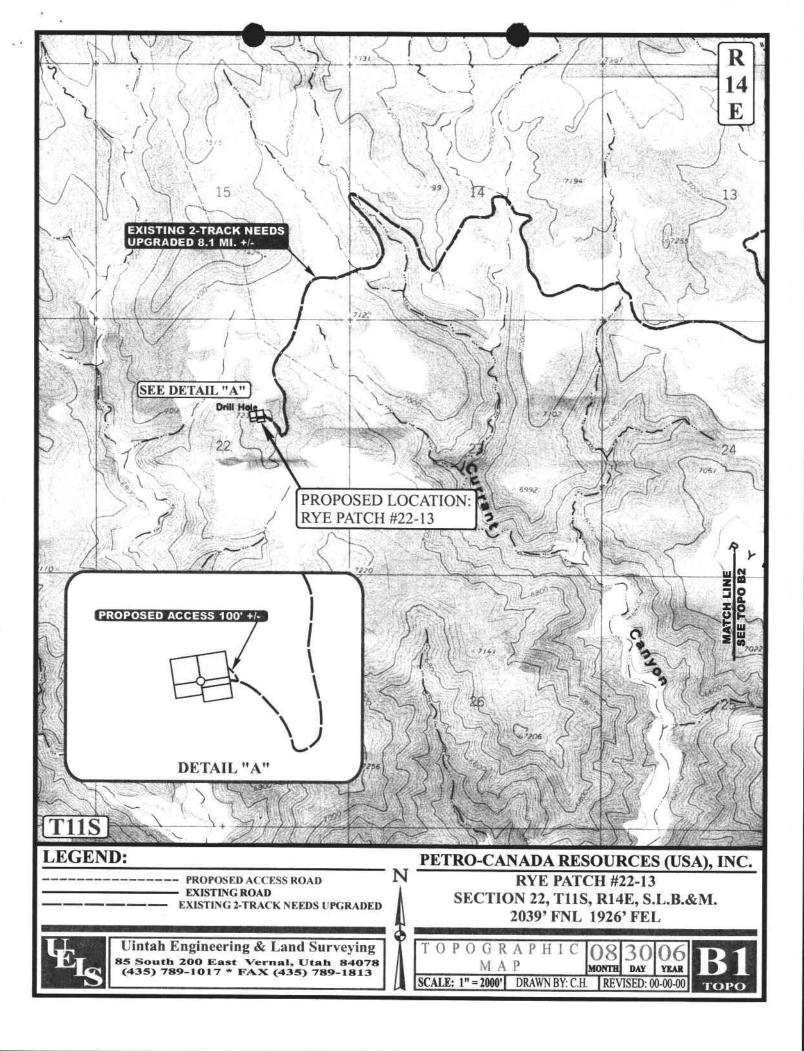
LOCATION PHOTOS

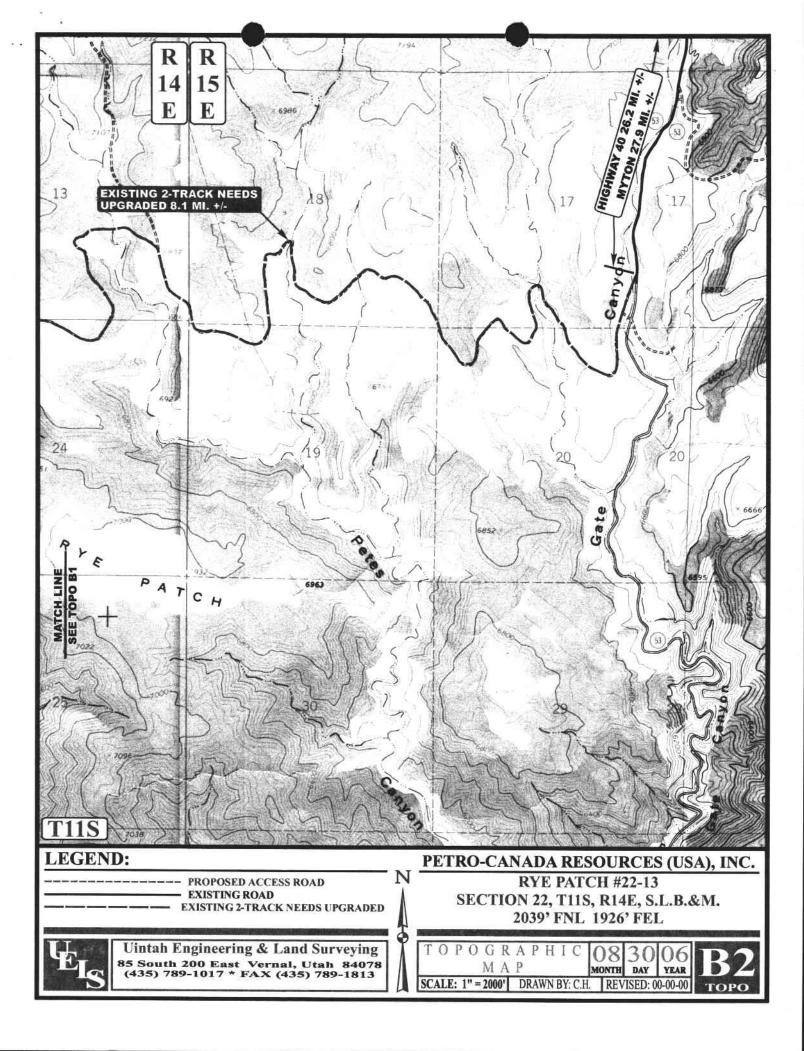
08 30 Oct MONTH DAY YEAR

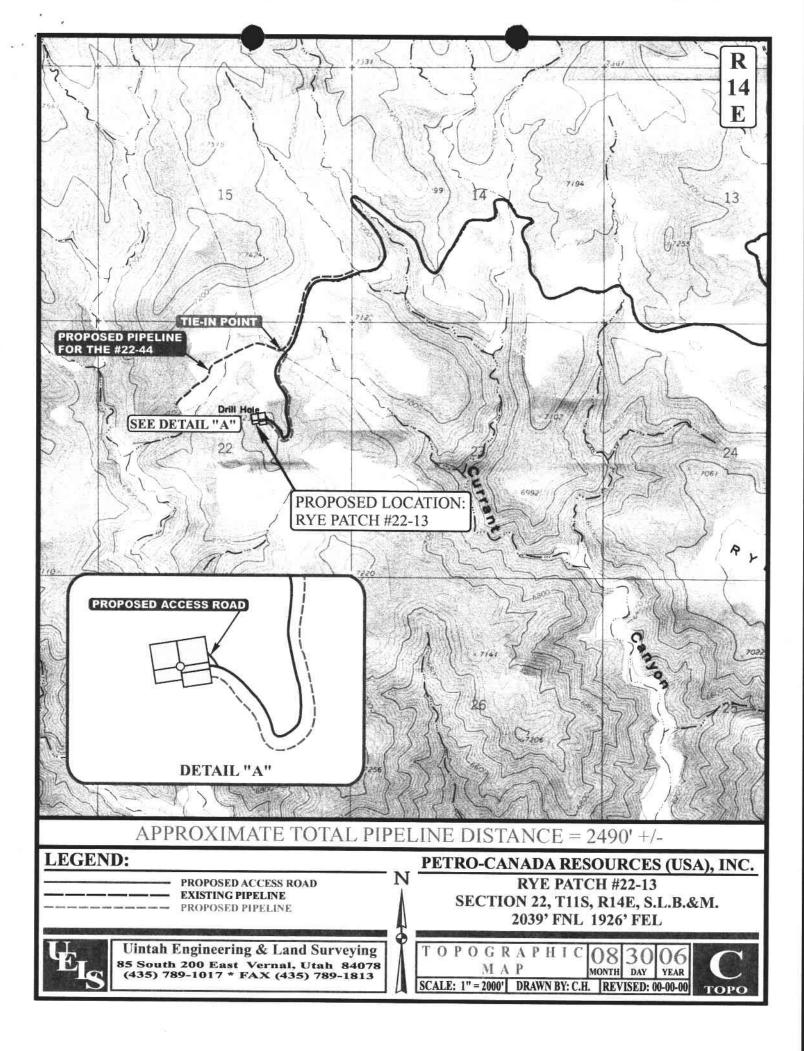
РНОТО

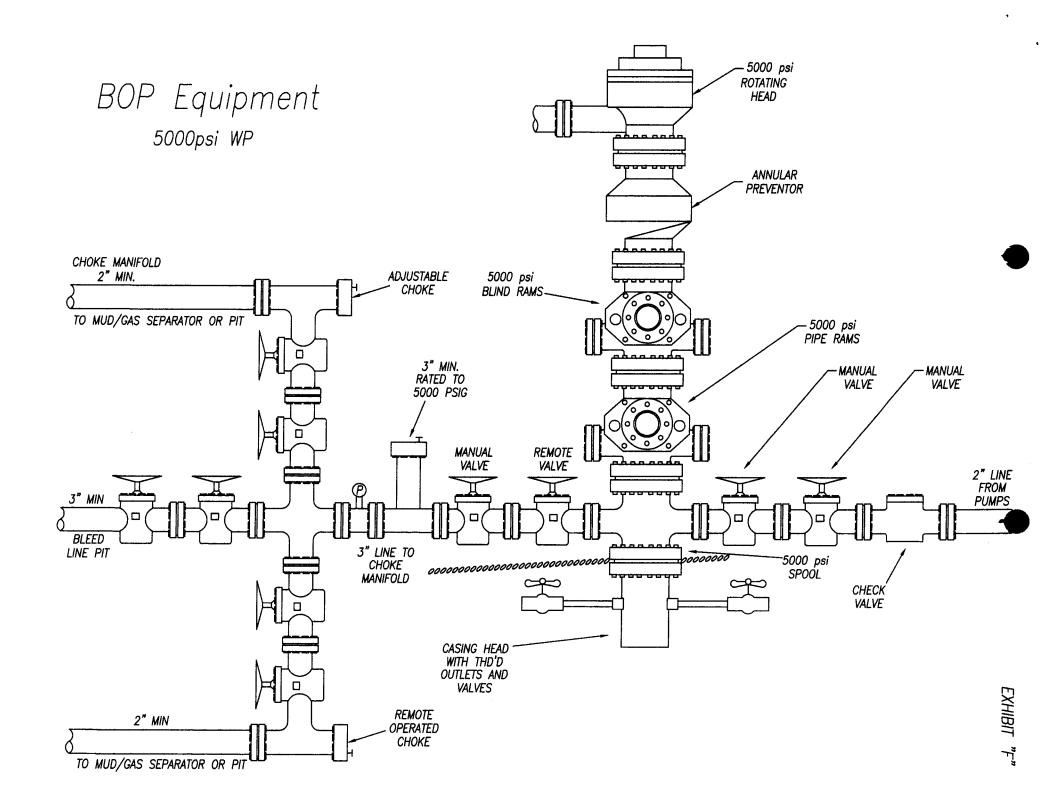
TAKEN BY: B.B. DRAWN BY: C.H. REVISED: 00-00-00



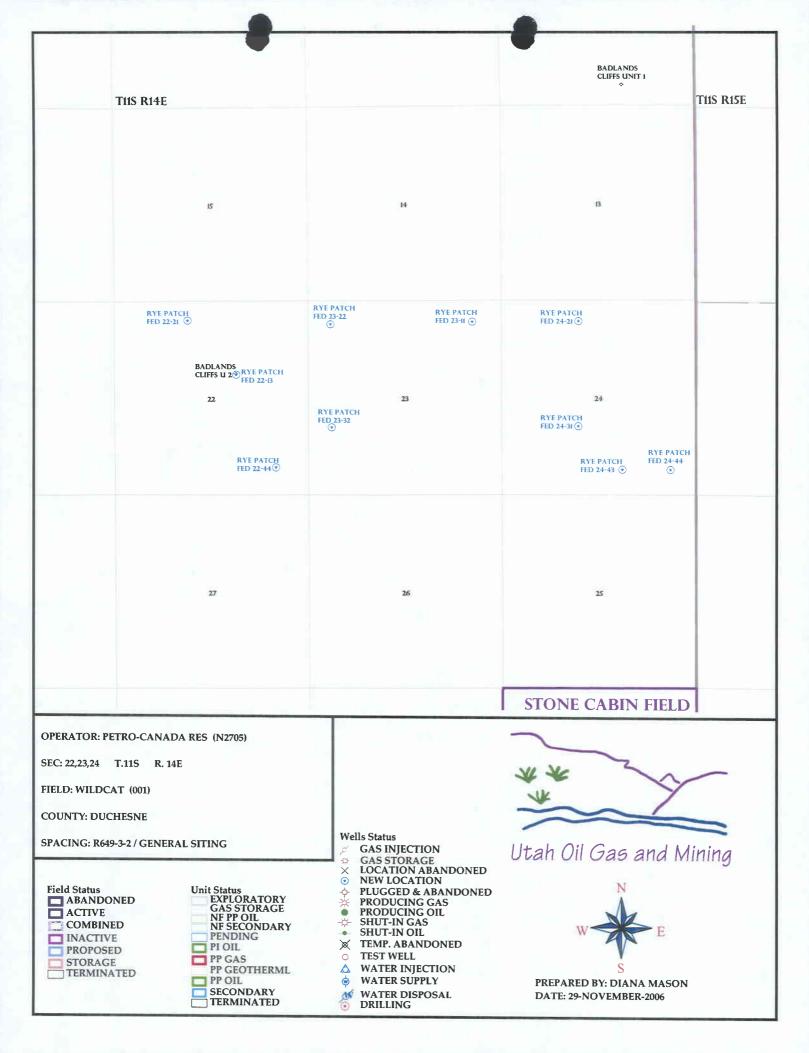








APD RECEIVED: 11/22/2006	API NO. ASSIGNED: 43-013-33438				
WELL NAME: RYE PATCH FED 22-13					
OPERATOR: PETRO-CANADA RESOURCES (N2705)	PHONE NUMBER: 303-350-1171				
CONTACT: DON HAMILTON					
PROPOSED LOCATION:	INSPECT LOCATN BY: / /				
SWNE 22 110S 140E SURFACE: 2039 FNL 1926 FEL	Tech Review Initials Date				
BOTTOM: 2039 FNL 1926 FEL	Engineering				
COUNTY: DUCHESNE LATITUDE: 39.84460 LONGITUDE: -110.3304	Geology				
UTM SURF EASTINGS: 557291 NORTHINGS: 44105	Surface				
FIELD NAME: WILDCAT (1 LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-084317 SURFACE OWNER: 1 - Federal	PROPOSED FORMATION: MNCS COALBED METHANE WELL? NO				
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:				
Plat	R649-2-3.				
Bond: Fed[1] Ind[] Sta[] Fee[]					
(NO. UT 1215)	Unit:				
Potash (Y/N)	R649-3-2. General				
Note: Description of 190-13 or 190-13	Siting: 460 From Qtr/Qtr & 920' Between Wells				
Water Permit (No. 90-1542)	R649-3-3. Exception				
RDCC Review (Y/N)	Drilling Unit				
(Date:)	Board Cause No:				
Min Fee Surf Agreement (Y/N)	Eff Date: Siting:				
NA Intent to Commingle (Y/N)	R649-3-11. Directional Drill				
COMMENTS:					
STIPULATIONS: 1- Ledon Norwal					
2- Spacing Stip	2- Spacing Shp				





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

November 29, 2006

Petro-Canada Resources (USA), Inc. 1099-18th Street, Suite 400 Denver, CO 80202

Re: Rye Patch Federal 22-13 Well, 2039' FNL, 1926' FEL, SW NE, Sec. 22, T. 11 South, R. 14 East, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-33438.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc:

Duchesne County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Petro-Canada Resources (USA), Inc.			
Well Name & Number Rye Patch Federal 22-13				
API Number:	43-013-	33438		
Lease:	UTU-08	34317		
Location: SW NE	Sec. 22	T. 11 South	R. 14 East	

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

STATE OF UTAH

	100 miles			No. of the last of	A CARLO	5 0
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FORM 9

	DEPARTMENT OF NATURAL RESOUR		Alist
	DIVISION OF OIL, GAS AND MII	NING	5 LEAST DESIGNATION AND SERIAL NUMBER: UTU- 084317
SUNDR	NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALI.OTTEE OR TRIBE NAME. N/A
o not use the form for propasals to only	inw wells is gnificantly deopen existing wells below our	ent bollomingle depth, reenter blugged we i	7. UNIT or CA AGREEMENT NAME:
TYPE OF WELL	aterals. Use APPLICATION FOR PERMIT TO DRILL IN	orm for such proposals.	undesignated 8. WELL NAME and NUMBER:
OIL WELL	GAS WELL OTHER_		RYE PATCH FED 22-13
NAME OF OPERATOR:	(1154) Inc		9. API NUMBER: 4301333438
etro-Canada Resources ADDRESS OF OPERATOR.	(USA) IIIC.	PHONE NUMBÉR:	10. FIELD AND POOL OR WILDCAT:
99 18th St, Suite 600 _{នា}	Y Denver STATE CO ZIP	80202-2499 (303) 297-21	00 undesignated
LOCATION OF WELL FOOTAGES AT SURFACE: 2,039	FNL & 1,926' FEL SW/4 NE/4		county. Duchesne
QTR/QTR, SECTION, TOWNSHIP, RAI	IGE MERIDIAN: SWNE 22 11.S 1	4É S	STATE: UTAH
CHECK APP	ROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, I	REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE.
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SUIT OFF
	COMMINGLE PRODUCING FORMATIONS CONVERT WELL TYPE	RECLAMATION OF WELL SITE RECOMPLETE - DIFFERENT FOR	✓ OTHER Permit Extension
		Approved by Utah Division Oil, Gas and M Date:	the of
Initials: 165 ML (PLEASE PRINT) Marnie G SNATURE Marnie G	riffin	TITLE Agent for F	Petro-Canada Resources (USA), Inc.
s space for State use only)			DECEIVE DI JAN 1 6 2008

(3/2-20)

(See Instructions on Reverse Side)

DIV OF OIL, GAS & MINING



Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

Well Name: Location: Company Per		NE 2,039' FNL & 1,926' FEL S Petro-Canada Resources (US.			
above, hereby	verifies that the i	legal rights to drill on the information as submitted mains valid and does not	in the previously		
Following is a verified.	checklist of some	e items related to the app	olication, which should be		
	rivate land, has then updated? Yes	ne ownership changed, i □No☑	f so, has the surface		
•		he vicinity of the proposents for this location? Yes	ed well which would affect □ No ☑		
	-	er agreements put in plac roposed well? Yes⊟No			
		to the access route includeroposed location? Yes⊑			
Has the approv	ed source of wa	ter for drilling changed?	Yes□No☑		
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
Is bonding still	in place, which c	covers this proposed wel	l? Yes ☑No □		
j	M_{ℓ}	_	1/14/2008		
Signature			Date		
Title: Agent					
Representing:	Petro-Canada Reso	ources (USA) Inc.			

STATE OF UTAH	FORM 9
DEPARTMENT OF NATURAL RESOURCES NEIDENTIAL DIVISION OF OIL, GAS AND MINUS NEIDENTIAL	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposels.	7. UNIT O'CA AGREEMENT NAME: undesignated RSe Patch (D
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: RYE PATCH FED 22-13
2. NAME OF OPERATOR:	9. API NUMBER:
Petro-Canada Resources (USA) Inc. 3: ADDRESS OF OPERATOR: IPHONE NUMBER:	4301333438 10. FIELD AND POOL, OR WILDCAT:
999 18th St, Suite 600 _{City} Denver _{STATE} CO _{Zip} 80202-2499 (303) 297-2100	undesignated Widcat
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2,039' FNL & 1,926' FEL,	COUNTY: Duchesne
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWNE 22 11S 14E S	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
✓ NOTICE OF INTENT ACIDIZE DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK	VENT OR FLARE
(Submit Original Form Only)	WATER DISPOSAL
Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	✓ OTHER: Permit Extension
Petro-Canada Resources (USA), Inc. hereby requests a one year extension of the state per This is the second extension that has been requested with the original permit being approved by the Utah Division of Oil, Gas and Mining Date: 12-22-88	
NAME (PLEASE PRINT) Don Hamilton TITLE Agent for Petro-	Canada Resources (USA), Inc.
TOWNE (FLESSE PRINT)	
SIGNATURE DATE 12/17/2008	
This space for State use only) COPY SENT TO OPERATOR 5/2000) Date: 12 / 30 - 2008 (See Instructions on Reverse Side) Initials: K	DECEIVED OEC 8 2008
unuais.	IV OF OIL, GAS & MINING

(5/2000)

Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API:

4301333438

Well Name: RYE PATCH FED 22-13
Location: 2,039' FNL & 1,926' FEL, SWNE, S. 22, T11S, R14E,
Company Permit Issued to: Petro-Canada Resources (USA) Inc.
Date Original Permit Issued: 11/29/2006
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑
Has the approved source of water for drilling changed? Yes□No⊠
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
Is bonding still in place, which covers this proposed well? Yes ☑No□
Don Hamilton 12/17/2008
Signature Date
Title: Agent
Representing: Petro-Canada Resources (USA) Inc.

	STATE OF UTAL		FORM 9
STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317	
SUNDRY NOTICES AND REPORTS ON WELLS		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
	sals to drill new wells, significantly deepen ugged wells, or to drill horizontal laterals. U		7.UNIT or CA AGREEMENT NAME: RYE PATCH (DEEP)
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RYE PATCH FED 22-13
2. NAME OF OPERATOR: PETRO-CANADA RESOURCES	(USA), INC		9. API NUMBER: 43013334380000
3. ADDRESS OF OPERATOR: 999 18th Street, Sutie 600, D	Denver, CO, 80202 303 29	PHONE NUMBER: 17-2100 Ext	9. FIELD and POOL or WILDCAT: WILDCAT
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2039 FNL 1926 FEL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 22	IP, RANGE, MERIDIAN: Township: 11.0S Range: 14.0E Meridian: S	5	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
Petro-Canada Resour	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION DMPLETED OPERATIONS. Clearly show all perfoces (USA), Inc. hereby reques the referenced well. This is the been requested.	ts a one year extension of e third extension that has	
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Don Hamilton SIGNATURE	435 719-2018	Permitting Agent (Buys & Asso	ciates, Inc)
SIGNATURE N/A		DATE 12/4/2009	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334380000

API: 43013334380000 Well Name: RYE PATCH FED 22-13

Location: 2039 FNL 1926 FEL QTR SWNE SEC 22 TWNP 110S RNG 140E MER S

Company Permit Issued to: PETRO-CANADA RESOURCES (USA), INC

Date Original Permit Issued: 11/29/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not requ

ire revi	sion. Following is a checklist of some items related to the application, which should be verified.
	ated on private land, has the ownership changed, if so, has the surface agreement been ed? Yes No
	any wells been drilled in the vicinity of the proposed well which would affect the spacing or requirements for this location? Yes 🖲 No
	nere been any unit or other agreements put in place that could affect the permitting or operation sproposed well? \bigcirc Yes \bigcirc No
	there been any changes to the access route including ownership, or rightof- way, which could the proposed location? (Yes (No
• Has th	ne approved source of water for drilling changed? 🔘 Yes 🌘 No
	there been any physical changes to the surface location or access route which will require a e in plans from what was discussed at the onsite evaluation?
• Is bor	Approved by the nding still in place, which covers this proposed well? Yes No Utah Division of Oil, Gas and Mining
	Don Hamilton Date: 12/4/2009
Title:	Permitting Agent (Buys & Associates, Inc) Representing: PETRO-CAN PROPERTY PETRO-CAN PROP

STATE OF UTAH		FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317
SUNDRY NOTICES AND REPORTS ON WELLS		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
	sals to drill new wells, significantly deepen ex igged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RYE PATCH FED 22-13
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY		9. API NUMBER: 43013334380000
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10		NUMBER: 03 483-0044 Ext	9. FIELD and POOL or WILDCAT: WILDCAT
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2039 FNL 1926 FEL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 22	P, RANGE, MERIDIAN: Township: 11.0S Range: 14.0E Meridian: S		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT Approximate date work will start: 11/23/2011 □ SUBSEQUENT REPORT Date of Work Completion: □ SPUD REPORT Date of Spud: □ DRILLING REPORT Report Date: 12. DESCRIBE PROPOSED OR CO	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION MPLETED OPERATIONS. Clearly show all pertine		CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION WATER DISPOSAL ✓ APD EXTENSION OTHER: Olumes, etc. Approved by the Utah Division of Oil, Gas and Mining 11/29/2010 y:
NAME (PLEASE PRINT) Roger Knight	PHONE NUMBER	TITLE EHS Supervisor	
SIGNATURE N/A	303 996-1803	DATE 11/23/2010	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334380000

API: 43013334380000 **Well Name:** RYE PATCH FED 22-13

Location: 2039 FNL 1926 FEL QTR SWNE SEC 22 TWNP 110S RNG 140E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/29/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

require revi	sion. Following is a	checklist of some it	tems related to tl	ne applićati	on, which should be verified.
	ated on private land, ed? 🔵 Yes 📵 No		p changed, if so,	has the surf	ace agreement been
	any wells been drille requirements for th			ell which wo	ould affect the spacing or
	here been any unit o s proposed well?		s put in place tha	t could affe	ct the permitting or operation
	there been any chan the proposed locati		route including o	wnership, o	r rightof- way, which could
• Has tl	he approved source	of water for drilling	g changed? 🔘	Yes 📵 No	•
	there been any phys ge in plans from wha				oute which will require a Yes No
• Is bo	nding still in place, w	hich covers this p	roposed well? 🎩	Yes 🔵	Approved by the No Utah Division of Oil, Gas and Mining
_	-	Date: 11/23/20		_	11/29/2010
Title:	EHS Supervisor Repr	esenting: GASCO F	RODUCTION COMP	PANY Da	te: 11/29/2010
				By	. Ballyll

777

Sundry Number: 20672 API Well Number: 43013334380000

	STATE OF UTAH				FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEAS UTU-0	E DESIGNATION AND SERIAL NUMBER: 84317	
SUNDRY NOTICES AND REPORTS ON WELLS		6. IF IN	IDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepe igged wells, or to drill horizontal laterals.			7.UNIT	or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well					L NAME and NUMBER: ATCH FED 22-13
2. NAME OF OPERATOR: GASCO PRODUCTION COMPAN	NY				NUMBER: 334380000
3. ADDRESS OF OPERATOR: 8 Inverness Dr. East, Suite 10			JMBER: 3 483-0044 Ext	9. FIEL	D and POOL or WILDCAT: CAT
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2039 FNL 1926 FEL				COUNT DUCH	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 22	P, RANGE, MERIDIAN: Township: 11.0S Range: 14.0E Meridian	: S		STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE N	ATURE OF NOTICE, REPORT,	, OR OTI	HER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
	☐ ACIDIZE		ALTER CASING		CASING REPAIR
✓ NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS		CHANGE TUBING		CHANGE WELL NAME
11/29/2012	☐ CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS		CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN		FRACTURE TREAT		NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE		PLUG AND ABANDON		PLUG BACK
	☐ PRODUCTION START OR RESUME	□ ı	RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	□ :	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON
	☐ TUBING REPAIR		/ENT OR FLARE		WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	□ :	SI TA STATUS EXTENSION	1	APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION		OTHER	отн	ER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinen	t details including dates, denths.	volumes.	etc.
12. DESCRIBE PROPOSED OR CO	PHELLIE OF ERRITORS. Clearly show all pe	:i cilieli	t details including dates, deptils,	voiumes,	etc.
					pproved by the
					Jtah Division of I, Gas and Mining
) nto	11/30/2011
			L	ate:_	00.0100
			E	3y: <u> </u>	rall YILL
					20
NAME (PLEASE PRINT)	PHONE NUMBER	, T	TITLE		
Roger Knight	303 996-1803	`	EHS Supervisor		
SIGNATURE N/A			DATE 11/28/2011		

Sundry Number: 20672 API Well Number: 43013334380000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013334380000

API: 43013334380000 **Well Name:** RYE PATCH FED 22-13

Location: 2039 FNL 1926 FEL QTR SWNE SEC 22 TWNP 110S RNG 140E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/29/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 🌘 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? No No

Signature: Roger Knight **Date:** 11/28/2011

Title: EHS Supervisor Representing: GASCO PRODUCTION COMPANY

Sundry Number: 32518 API Well Number: 43013334380000

	STATE OF UTAH		FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-084317	
SUNDRY NOTICES AND REPORTS ON WELLS		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for procurrent bottom-hole depth, FOR PERMIT TO DRILL form	posals to drill new wells, significantly de reenter plugged wells, or to drill horizont n for such proposals.	epen existing wells below at laterals. Use APPLICATION	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: RYE PATCH FED 22-13
2. NAME OF OPERATOR:			9. API NUMBER: 43013334380000
3. ADDRESS OF OPERATOR: , , , Ext	Р	HONE NUMBER:	9. FIELD and POOL or WILDCAT: WILDCAT
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2039 FNL 1926 FEL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 22 Township: 11.0S Range: 14.0E Meridia	n: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
,	ACIDIZE	ALTER CASING	CASING REPAIR
Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
11/29/2013	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:
40 DECODINE DRODOGED OD			·
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show all	pertinent details including dates, o	Approved by the
			Utah Division of
			Oil, Gas and Mining
			Date: December 12, 2012
			By: Ballyll
NAME (PLEASE PRINT) Roger Knight	PHONE NUMBER 303 996-1803	R TITLE EHS Supervisor	
SIGNATURE	000 000 1000	DATE	
N/A		11/29/2012	

Sundry Number: 32518 API Well Number: 43013334380000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Title: EHS Supervisor Representing: GASCO PRODUCTION COMPANY

Request for Permit Extension Validation Well Number 43013334380000

API: 43013334380000 **Well Name:** RYE PATCH FED 22-13

Location: 2039 FNL 1926 FEL QTR SWNE SEC 22 TWNP 110S RNG 140E MER S

Company Permit Issued to: GASCO PRODUCTION COMPANY

Date Original Permit Issued: 11/29/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located Yes 📵	private land, has the ownership changed, if so, has the surface agreement been updated? 🔵
	ells been drilled in the vicinity of the proposed well which would affect the spacing or siting some for this location? (Yes (No
	een any unit or other agreements put in place that could affect the permitting or operation of this ell?
	een any changes to the access route including ownership, or rightof- way, which could affect the cation? Yes No
• Has the	oved source of water for drilling changed? 🔘 Yes 📵 No
	een any physical changes to the surface location or access route which will require a change in what was discussed at the onsite evaluation? Q Yes 📵 No
• Is bondi	till in place, which covers this proposed well? 🌘 Yes 💭 No
Signature: Ro	Knight Date: 11/29/2012

RECEIVED: Nov. 29, 2012



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Green River District Vernal Field Office 170 South 500 East Vernal, UT 84078

http://www.blm.gov/ut/st/en/fo/vernal.html

August 23, 2013



IN REPLY REFER TO: 3160 (UTG011)

Tom Rogers Gasco Production Company 7979 Tufts Ave., Suite 1150 Denver, CO 80237

Re: Request to Return APD

Well No. Rye Patch Federal 22-13 SWNE, Sec. 22, T11S, R14E Duchesne County, Utah Lease No. UTU-84317 43 013 33438

Dear Tom:

The Application for Permit to Drill (APD) for the above referenced well received in this office on November 22, 2006, is being returned unapproved per a request to this office in an email message to Natural Resource Specialist David Gordon received on July 24, 2013 from Mike Decker. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding APD processing, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

/s/ Jerry Kenczka

Jerry Kenczka Assistant Field Manager Lands & Resource Minerals

Enclosures

CC:

UDOGM

bcc:

Well File

RECEIVED

SEP 1 2 2013

DIV OF OIL GAS & MINING